DaD

June 6, 1979

Memo to File:

RE: Sapphire Corporation Spectrum Quarry Mine Millard County, Utah ACT/027/003

Mr. Jerry Gatto, of Lifetime West Corporation (formerly Merd Corporation), called today to discuss the approval status of Sapphire Corporation's Spectrum Quarry Mine, owned by Mr. Clyde Cheney. He was informed that tentative approval had been granted and final approval was pending the Division's receipt of the required reclamation surety, an escrow agreement in the amount of \$11,525.00.

Merd Corporation filed the original mining and reclamation plan under a lease (purchase) agreement from Sapphire Corporation, the current owner/ operator, and is now in the process of renegotiating terms to purchase the Spectrum Quarry from Mr. Cheney.

Mr. Gatto was advised that his company would be required to notify the Division of any changes in ownership of the Spectrum Quarry and they would have to assume responsibilities under Sapphire Corporation's Mining and Reclamation Plan, as well as the reclamation surety. He was also informed that any changes in the mining and reclamation plan would require prior approval by the Division, and may result in a reevaluation of the surety.

JAMES W. SMITH, JR.
RECLAMATION SOILS SPECIALIST

JWS/te